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UNCLAS ZAGREB 000834

SIPDIS

SENSITIVE

DEPT FOR EUR/SCE - KABUMOTO, BENEDICT, GAUDIOSI, ENGLISH

E.O. 12958: N/A

TAGS: PREL PGOV SR HR

SUBJECT: LOCAL ETHNIC TENSIONS RISE IN ELECTION WAKE

REF: A. ZAGREB 827

¶B. ZAGREB 792

11. (SBU) An unfortunate convergence of events has stirred anger

and fear among some small-town Croats, sparking several incidents of ethnic hatred against Serbs. The May 9 USG presentation of the Legion of Merit to the relatives of Chetnik

leader Draza Mihailovic; the May 10 reports of proposed changes

to the Hague Tribunal's indictment against Croatian Generals Ivan Cermak and Mladen Markac, interpreted as an indictment of

the entire nation; the May 15 Chetnik rally in Ravna Gora with

the participation of SaM FM Vuk Draskovic; and inflammatory ${\tt May}$

15 Croatian news coverage of Serb refugees bussed in to vote at

local elections -- these have all become intertwined in the minds of a portion of the Croatian public, particularly in war-

affected areas, and reinforced the "cult of victimhood" still prevalent in some places ten years after Dayton. The results range from disappointing to tragic. Anti-Serb graffiti has appeared in the south-central town of Gracac featuring the infamous slogan "Srbe na vrbe") translating to "Serbs in the

willows," the rough equivalent of "Hang 'em high." In Vojnic,

between Karlovac and the Bosnian border, loyalists of the ruling Croatian Democratic Union (HDZ) threatened Social Democratic Party (SDP) Mayor Branko Eremic, an ethnic Serb, assaulted one of his supporters at the mayor's home on election

night, and stoned the car of one of $\ensuremath{\mathsf{Eremic}}\xspace's$ coalition partners,

local Imam Azim Durmic. On May 18, the body of an 84-year-old

Serb refugee who had returned to vote was found in Donji Karin

near Zadar, reportedly murdered on election night.

 $\underline{\ }$ 2. (SBU) These tensions have also crept into the politics surrounding local governing coalitions, which are still being negotiated in the majority of towns and counties where no party

won enough assembly seats to govern alone. In Knin, it appears

increasingly likely that the local HDZ chapter will form a coalition with the far-right Croatian Party of Rights and Croatian Block and shut the Independent Serbian Democratic Party (SDSS) out of local government despite their first place

finish (8 of 17 seats) on the 15th. Callers to a Croatian TV

talk show last night explained their sentiments: Serbs in government in Knin -- former capital of the self-proclaimed Serbian Republic of the Krajina (RSK) during the war -- equals

RSK all over again. Post is carefully looking into these incidents to evaluate the local situation.

BILATERAL RELATIONS CALM - DESPITE POLITICS

¶3. (SBU) At the national level, both PM Sanader and Serbian Ambassador Misa Simurdic have assured Post that bilateral relations remain stable. Regularly scheduled diplomatic consultations are continuing. President Mesic, after recently

cancelling a planned trip to Serbia in reaction to FM Draskovic's participation in the Chetnik rally, announced his opposition to PM Sanader's proposed government declaration

condemning the Chetnik movement, saying the GoC should not escalate the situation. Sanader's threat yesterday to reimpose a visa regime on SaM is viewed as empty, made simply to provide domestic political cover and let the public know the GoC is not taking Serbian actions lightly. The

implication of all this is clear: PM Sanader may have pointed Zagreb toward Europe, but he still has work to do in the field. FRANK

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